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Attorneys for Plaintiff Ferring Pharmaceuticals Inc.

UNITED STATES DISTRICT COURT FOR THE DISTRICT OF NEW JERSEY

FERRING PHARMACEUTICALS INC.,

: Civil Action No.:

D1 ' ' ' C C

: 2:12-cv-05824-DMC-JAD

Plaintiff,

: ELECTRONICALLY FILED

V.

: DECLARATION OF BRIAN R.

: MICHALEK IN SUPPORT OF : PLAINTIFF'S MOTION FOR A

WATSON PHARMACEUTICALS, INC.,

PRELIMINARY INJUNCTION

Defendant.

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I, Brian R. Michalek, declare as follows:

1. I am an attorney in the law firm of Olson & Cepuritis, Ltd., 20 N. Wacker Drive, 36th floor, Chicago, Illinois 60606, attorneys (together with Norris, McLaughlin & Marcus, P.A.) for Plaintiff Ferring Pharmaceuticals Inc. ("Ferring"). I submit this declaration in support of Ferring's Motion for a

Preliminary Injunction. All of the facts set forth herein are known to me personally, and if called as a witness, I could and would testify competently thereto.

- 2. Exhibit 1 attached hereto is a true copy of excerpts from a Watson Crinone brochure.
- 3. Exhibit 2 attached hereto is a true copy of the Internet webpage http://www.ferringfertility.com/endometrin accessed on November 8, 2012.
- 4. Exhibit 3 attached hereto is a true copy of the Internet webpage

http://www.crinoneusa.com/patient/role of progestrone in pregnan cy.asp accessed on November 7, 2012.

- 5. Exhibit 5 attached hereto is a true copy of transcript excerpts from Dr. Kaylen M. Silverberg's September 11, 2012, 7:30 PM Webcast presentation.
- 6. Exhibit 6 attached hereto is a true copy of Endometrin's packaging insert bearing bates numbers WATSON00853-54.
- 7. Exhibit 7 attached hereto is a true copy of transcript excerpts from Dr. Kaylen M. Silverberg's September 11, 2012, 9:00 PM Webcast presentation.
- 8. Exhibit 11 attached hereto is a true copy of an FDA Warning Letter.

- 9. Exhibit 12 attached hereto is a true copy of an article authored by William Schoolcraft, et al. and bearing bates number WATSON00902.
- 10. Exhibit 13 attached hereto is a true copy of an article authored by Kevin J. Doody, et al. and bearing bates number WATSON00847-52.
- 11. Exhibit 14 attached hereto is a true copy of a screenshot capture of Google search engine search for Endometrin.
- 12. Exhibit 15 attached hereto is a true copy of excerpts from a treatise entitled McCarthy on Trademarks, 4th Edition.
- 13. Exhibit 16 attached hereto is a true copy of excerpts from a treatise entitled "FDA Advertising and Promotion."

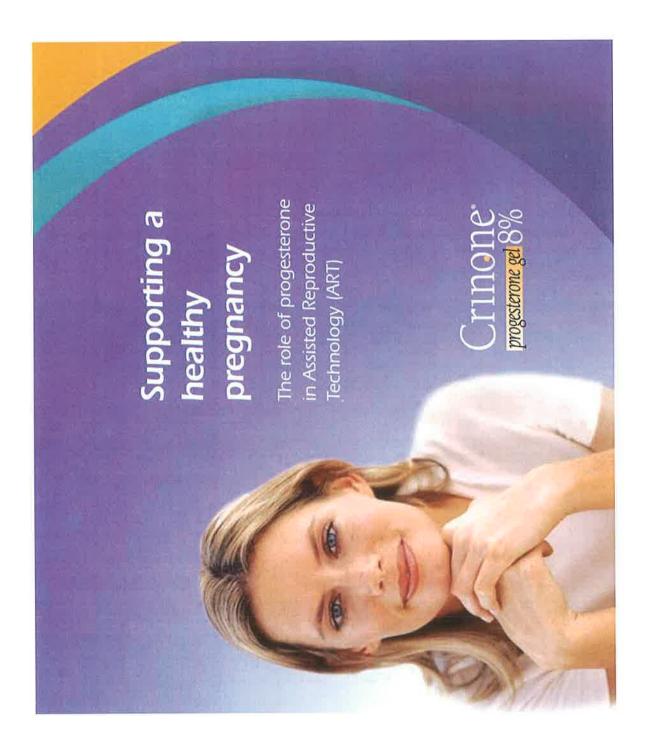
I hereby declare under penalty of perjury under the laws of the United States of America that the foregoing is true and correct.

Dated:

November 9, 2012

Chicago, IL

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edications and therefore the with natural fere with natural the with natural the with natural the some of upported by the mended, your of the you and cessful pregnant cessful pregnant.

Progesterone therapy in ART

If WF or other ART treatments are recommended, fertility **medica** almost always essential to the process. Certain medications and typically used in the initial phase of ART can interfere with natura production; therefore, it is necessary to supplement, or in some progesterone to ensure that the embryo is fully supported by the

Depending on the type of ART procedure recommended, your or determine the amount of progesterone that is right for you and should take it to maximize your chance for a successful pregnan

After implantation, progesterone is required to maintain pregnancy. Progesterone and its role in pregnancy Progesterone



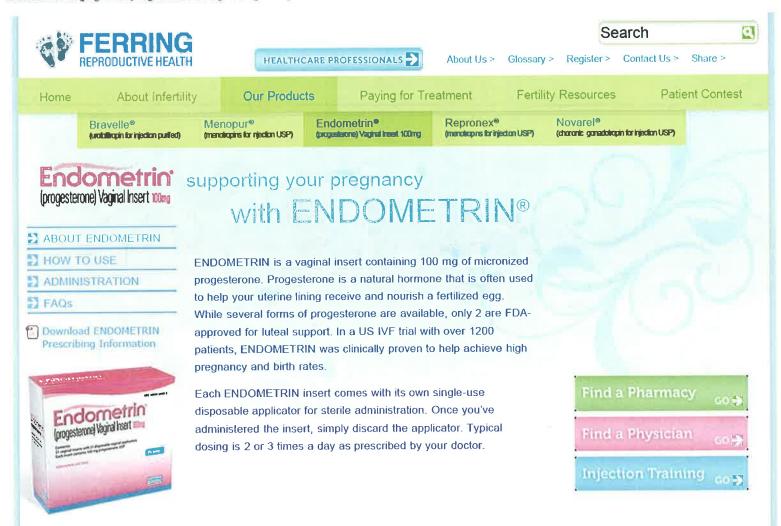
Pregnancy support with CRINONE

In the eary days of ART, progresterone had to be administered by intramuscular injection. Fortunately, this is no longer the case. Advanced pharmaceutical research has developed CRINONE gel—a natural vaginal progesterone. Women have been enjoying the benefits and ease of vaginal progesterone for more than 10 years with CRINONE gel. CRINONE is the only EDA-approved oncedaily vaginal progesterone available today.

CRINONE vaginal gel offers a generally well-tolerated effective, and convenient way of getting this vital medication. In addition, by inserting the gel vaginally, the progesterone is transported directly to the utenus, where it is needed most-without first traveling through your entire body, as is the case with injections.

CRINONE also provides a benefit because it is designed to adhere to the vaginal wall, so CRINONE can be administered just once a day. This provides you with the most convenient progesterone teatment when compared to vaginal suppositories, capsules, or inserts—which require dosing 2 or 3 times a day.

ENDOMETRIN® (progesterone) Vaginal Insert 100 mg - Ferring Fertility



BRAVELLE® (urofollitropin for injection, purified)

BRAVELLE® (urofollitropin for injection, purified) is a prescription medicine that contains hormones. BRAVELLE contains follicle stimulating hormone which stimulates healthy ovaries to make eggs. BRAVELLE is used for women who need medical help to get pregnant. Your doctor may prescribe more than one medicine as part of a pregnancy plan.

Important Safety Information

Do not use BRAVELLE if you: have ovaries that are not able to make eggs even with the use of hormones, are pregnant or think you may be pregnant, have problems with your thyroid gland or adrenal gland that are not controlled by taking medicine, have cancer in your female organs (ovaries, breasts, uterus), have a tumor of your pituitary gland or any other tumor in your brain, or have heavy or irregular vaginal bleeding and the cause is not known.

BRAVELLE may cause serious side effects. It sometimes stimulates the ovaries too much. This is called ovarian hyperstimulation syndrome (OHSS) and can be a serious medical problem. OHSS may cause pelvic pain or breathing problems, or it may make you urinate less. In rare cases, patients with this problem have had serious lung problems. BRAVELLE can also cause blood clots and strokes. Call your doctor or get medical help right away if you have: severe pelvic pain, nausea, vomiting, diarrhea, sudden weight gain, trouble breathing, or decreased or no urination. BRAVELLE may cause you to be pregnant with twins or more than two babies at the same time.

The most common side effects with BRAVELLE are stomach cramps and headache.

Please see full Prescribing Information for BRAVELLE.

MENOPUR® (menotropins for injection, USP)

MENOPUR® (menotropins for injection, USP) is a prescription medicine that contains hormones. MENOPUR contains the hormones follicle stimulating hormone and luteinizing hormone. These hormones stimulate healthy ovaries to make eggs. MENOPUR is used for women who need medical help to get pregnant. Your doctor may prescribe more than one medicine as part of a pregnancy plan.

Important Safety Information

Do not use MENOPUR if you: have ovaries that are not able to make eggs even with the use of hormones, are pregnant or think you may be pregnant, have problems with your thyroid gland or adrenal gland that are not controlled by taking medicine, have cancer in your female organs

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ENDOMETRIN® (progesterone) Vaginal Insert 100 mg - Ferring Fertility

(ovaries, breasts, uterus), have a tumor of your pituitary gland or any other tumor in your brain, or have heavy or irregular vaginal bleeding and the cause is not known.

MENOPUR may cause serious side effects. It sometimes stimulates the ovaries too much. This is called ovarian hyperstimulation syndrome (OHSS) and can be a serious medical problem. OHSS may cause pelvic pain or breathing problems, or it may make you urinate less. In rare cases, patients with this problem have had serious lung problems. MENOPUR can also cause blood clots and strokes. Call your doctor or get medical help right away if you have: severe pelvic pain, nausea, vomiting, diarrhea, sudden weight gain, trouble breathing, or decreased or no urination. MENOPUR may cause you to be pregnant with twins or more than two babies at the same time.

The most common side effects with MENOPUR are headache, stomach pain, and upset stomach. Sometimes there is an injection-site reaction that can cause bruising, pain, or redness.

Please see full Prescribing Information for MENOPUR.

ENDOMETRIN® (progesterone)

ENDOMETRIN® (progesterone) is a vaginal insert that contains the hormone progesterone, one of the hormones essential for helping you to become and to stay pregnant. ENDOMETRIN is for women who need extra progesterone while undergoing treatment in an Assisted Reproductive Technology (ART) program.

Important Safety Information

Do not use ENDOMETRIN if you:

- Are allergic to anything in ENDOMETRIN
- Have unusual vaginal bleeding that has not been evaluated by a doctor
- Currently have or have had liver problems
- Have or have had blood clots in the legs, lung, eyes, or elsewhere in your body

Progesterone can increase your chance of getting blood clots. Blood clots can be serious and lead to death. Serious blood clots include those in the legs, lungs, eyes, heart, and brain.

Call your doctor and get medical help right away if you have: persistent lower leg pain, sudden shortness of breath, coughing up blood, sudden blindness (partial or complete), severe chest pain, sudden severe headache, vomiting, dizziness, or fainting, weakness in an arm or leg, or trouble speaking, yellowing of the skin and/or white of the eyes indicating possible liver problems.

Common side effects seen with ART and ENDOMETRIN included pelvic pain after surgery, abdominal pain, nausea, and swollen ovaries (ovarian hyperstimulation syndrome).

Please see full Prescribing Information for ENDOMETRIN.

REPRONEX® (menotropins for injection, USP)

REPRONEX® (menotropins for injection, USP) is a prescription medicine that contains purified hormones. REPRONEX contains the hormones follicle stimulating hormone and luteinizing hormone. These hormones stimulate healthy ovaries to make eggs. REPRONEX is used for women who need medical help to get pregnant. Your doctor may prescribe more than one medicine as part of a pregnancy plan.

Important Safety Information

Do not use REPRONEX if you: have ovaries that are not able to make eggs even with the use of hormones, are pregnant or think you may be pregnant, have problems with your thyroid gland or adrenal gland that are not controlled by taking medicine, have cancer in your female organs (ovaries, breasts, uterus), have a tumor of your pituitary gland or any other tumor in your brain, or have heavy or irregular vaginal bleeding and the cause is not known.

REPRONEX may cause serious side effects. It sometimes stimulates the ovaries too much. This is called ovarian hyperstimulation syndrome (OHSS) and can be a serious medical problem. OHSS may cause pelvic pain or breathing problems, or it may make you urinate less. In rare cases, patients with this problem have had serious lung problems. REPRONEX can also cause blood clots and strokes. Call your doctor or get medical help right away if you have: severe pelvic pain, nausea, vomiting, diarrhea, sudden weight gain, trouble breathing, or decreased or no urination. REPRONEX may cause you to be pregnant with twins, or more than two babies at the same time.

The most common side effects with REPRONEX are headache, stomach pain, and upset stomach. Sometimes there is an injection-site reaction that can cause bruising, pain, or redness.

Please see full Prescribing Information for REPRONEX.

NOVAREL® (chorionic gonadotropin for injection, USP)

NOVAREL® (chorionic gonadotropin for injection, USP) is a prescription medicine that contains a hormone to help stimulate healthy ovaries to make eggs. NOVAREL is used for women who need medical help to get pregnant. Your doctor may prescribe more than one medicine as part of a pregnancy plan.

Important Safety Information

Do not use NOVAREL if you have begun puberty at an unusually early age, have prostate cancer, or have had a prior allergic reaction to this hormone. This hormone may cause harm to an unborn baby when given to a pregnant woman.

Case 2:12-cv-05824-WJM-MF Document 28-2 Filed 11/09/12 Page 11 of 18 PageID: 405 ENDOMETRIN® (progesterone) Vaginal Insert 100 mg - Ferring Fertility

NOVAREL may cause serious side effects. It sometimes stimulates the ovaries too much. This is called ovarian hyperstimulation syndrome (OHSS) and can be a serious medical problem. OHSS may cause pelvic pain or breathing problems, or it may make you urinate less. In rare cases, patients with this problem have had serious lung problems. NOVAREL can also cause blood clots and strokes. Call your doctor or get medical help right away if you have: severe pelvic pain, nausea, vomiting, diarrhea, sudden weight gain, trouble breathing, or decreased or no urination. NOVAREL may cause you to be pregnant with twins or more than two babies at the same time.

Other side effects of NOVAREL include headache, irritability, restlessness, depression, fatigue, swelling, and pain at the site of injection.

Anaphylaxis has been reported with urinary-derived hCG products.

Please see full Prescribing Information for NOVAREL.

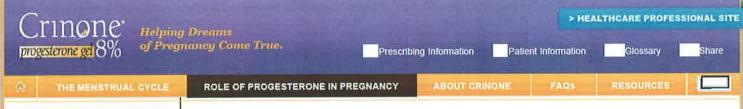
You are encouraged to report negative side effects of prescription drugs to the FDA. Visit www.fda.gov/medwatch or call 1-800-FDA-1088.

All information on this site is intended for US audiences only.

BRAVELLE, MENOPUR, ENDOMETRIN, REPRONEX, and NOVAREL are registered trademarks of Ferring B.V.

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The role of progesterone in pregnancy



CRINONE 8% Patient Brochure Supporting a healthy pregnancy Crinone Communication of the second of



Progesterone is essential to achieving and maintaining a pregnancy

Progesterone prepares the uterus for pregnancy

When you're trying to achieve pregnancy, your body needs <u>progesterone</u> to support the growth of an <u>embryo</u>. At the midpoint of the <u>menstrual cycle</u>, <u>oyulation</u> occurs when a mature egg is released. The now-empty <u>oyarian follicle</u>—called the <u>corpus luteum</u>—produces progesterone that prepares the lining of the <u>uterus</u> (<u>endometrium</u>) to receive and nourish an embryo.

Progesterone supports the embryo

When an egg is fertilized by a sperm, the embryo travels down the <u>fallopian tube</u> to the uterus and attaches to the endometrium—a process called <u>implantation</u>. At this stage, progesterone from the corpus luteum is essential to supporting the embryo's growth. During pregnancy, the <u>placentally</u> begins to produce progesterone about 6 to 7 weeks after the egg is fertilized. By 10 to 12 weeks, the placental is supplying an adequate amount of progesterone to maintain the pregnancy.

Progesterone during Assisted Reproductive Technology (ART) treatment

If you are undergoing ART treatment and your doctor has determined that your body does not produce enough progesterone on its own, CRINONE may be prescribed to provide the progesterone you need. CRINONE contains the natural female hormone progesterone that will help prepare the lining of your uterus for an embryo. Once pregnancy occurs, CRINONE may be used for an additional 10 to 12 weeks for continued pregnancy support until the placenta is producing an adequate amount of progesterone.



LEARN HOW CRINONE may help increase your chances of pregnancy.

#1 Prescribed Vaginal Progesterone

Indication and Usage

CRINONE 8% (progesterone get) is indicated for progesterone supplementation or replacement as part of an Assisted Reproductive Technology (ART) treatment for infertile women with progesterone deficiency.

Important Safety Information

The most common side effects of CRINONE 8% (progesterone gel) include breast enlargement, constipation, drowsiness, nausea, headache, and pain in the pubic area. You should not use CRINONE 8% if you have any disorders involving blockage of your blood vessels, or a history of these disorders, miscarriages, vaginal bleeding that hasn't been diagnosed, liver problems or disease, or known or possible cancer of the breast or genital organs. You should discontinue use of CRINONE 8% if any symptoms occur that signal a blockage of your blood vessels. There is no evidence that CRINONE 8% will work in preventing miscarriage. Your doctor should examine your breasts and pelvic organs, as well as perform a Pap smear prior to prescribing CRINONE 8%. If you have vaginal bleeding during treatment with CRINONE 8%, your doctor should provide special attention to your

September 11, 2012 7:30 p.m. Webinar "Redefining the Role of Progesterone Therapy in ART" presented by Watson Pharmaceuticals and hosted by Kaylen M. Silverberg, MD Transcribed from files produced on October 26, 2012 by Watson Pharmaceuticals in Response to Order for Expedited Discovery in Ferring Pharmaceuticals Inc. v. Watson Pharmaceuticals, Inc. (D.N.J. Civil Action No. 12-cv-05824-DMC-JAD)

retrieval, so 1 day out. And if you look at the results, no differences between the three groups.

Crinone 42 percent ongoing pregnancy rate, Endometrin three times a day, 42 percent, Endometrin twice a day

39 percent. You may want to ask some questions to delve into this data a little bit more in the question and answer session, but this is what I'm going to present to you so far.

So what do we know about these drugs? know that vaginal progesterones come in different formulations and they all work. Efficacy is received across all platforms. But what difference is the dosing requirement. So Crinone can be given once a day, in fact it's the only FDA product that is approved once a day for progesterone, and it is approved both for supplementation and it's the only drug approved for progesterone replacement. So if you want to get any drug in luteal phase -- in first degree of transfer cycles or to down road recipients, Crinone is the only FDA approved choice. Prometrium capsules are approved for supplementation given three times a day, Endometrin inserts are also approved by the FDA as a supplementation given twice a day or three times a day, again there are differences in those data, and there's also a suggestion, if you read the package insert, for

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Endometrin there is a black box warning showing the efficacy has not been demonstrated with -- with Endometrin for patients 35 years of age and older.

And what about patient centered aspects of therapy, because this is what it's all about? And we know from survey data when you compare Crinone to Prometrium vaginal capsules, 89 -- almost 90 percent of patients preferred Crinone because they thought it was easier to administer, 94 percent thought that it was more convenient to use it once a day. 75 percent thought that it was less messy. 85 plus percent thought that it was preferred. When you look at Crinone compared to Endometrin, similar findings. 94 percent of patients thought that Crinone was easier to incorporate into their daily lifestyle, probably because it's given once a day compared to three times a day for Endometrin, 82 percent thought that it was more convenient, or I'm sorry, that may be 88 percent, 94 percent thought that it was more comfortable to use Crinone than the Endometrin.

The product information is here. We know that as far as indications, Crinone is indicated by the FDA for supplementation or replacement as part of an ART cycle, as treatment for infertile women with progesterone deficiency. Again it's the only once daily

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FDA approved progesterone for progesterone supplementation, and it's the only FDA approved product at all for progesterone for replacement. We know that efficacy has been established for Crinone in patients under the age of 35 as well as over the age of 35.

Schoolcraft's analysis of the Doody study and also our study found the exact same thing. Crinone has also been approved for use up to the 12th week in pregnancy. So as far as indication, when we're giving it for supplementation, we give it once a day. When we're giving it for replacement, frozen embryo transfer patients, donor egg recipients, we give it twice a day.

Just like we raised the dose for IM in the old days.

Adverse effects you can see listed on the screen. We're not going to go through these. All the progesterones essentially have the same adverse effects. There are really no differences.

So to summarize, Crinone is the only once daily FDA approved progesterone for progesterone supplementation. It's the only FDA approved progesterone at all for progesterone replacement. In clinical trials, Crinone had comparable efficacy to IM progesterone with once daily dosing in IVF, and we know that the efficacy of Crinone has been established in women age 22 all the way to age 47, including women age

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